Brad D. Palmer, Assistant Field Manager Bureau of Land Management Salt Lake Field Office 2370 South 2300 West Salt Lake City, Utah 84419

Re: 3809, U-69380, UT-023

Greetings,

I am in receipt of your June 4th letter, and will fill you in with the details requested based upon my business plan and ability to forecast the future.

RECEIVED

JUN 13 2002

DIVISION OF

OIL, GAS AND MINING 5/003/020

1. Our taxpayer ID number is

2. I was never advised or consulted about the November 2, 2000 field inspection that indicated 14.67 acres of surface disturbance. Two years ago Lyn Kunzler did a GPS survey for the State of Utah, and confirmed that our operation disturbed less than 5 acres. There are vast discrepancies in the interpretation of the disturbed areas that we are responsible for and their locations. As I have said numerous times over the years, it is impossible to have an agreement or consensus unless we have personal meetings and look at the ground. This is the most sensible approach, within our rights, and the only answer to resolve an endless argument. We want to work within the law, but on the other side of the coin, must protect our rights within the legal framework.

I have stated over the course of the past 10 years, that it is our desire to keep our operations under 5 acres. I believe this is possible by careful planning and a commitment to on going clean up and restoration work conducted simultaneously with our quarrying activities. To date we have put a huge effort and several hundred thousand dollars toward that objective. Over the course of the past five years we have not been afforded the courtesy of on site meetings with the B.L.M. so we could have a complete understanding of the laws and requirements as they relate to our operations. It is impossible to answer all of the questions in item 2 until we can clarify details with the on site meeting and sort out any discrepancies in the determination of what is disturbed. Once those issues are sorted out we can give you a time frame for necessary restoration work.

3. Within the past 12 years approximately \$42,000.00 of hard earned U.S. dollars have been spent on surveys and maps to try and satisfy the B.L.M. The last map we submitted on May 20, 2002 is a direct copy of mineral survey No. 7371 A and B Utah, accepted on October 11, 1991. Per your suggestions at our last meeting we purchased on that day 7.5 min. topo maps, overlayed the mineral survey on the map, had our surveyor add other details and claims on an enlarged version of the 7.5 topo map so that everything would be legible. The scale on the map you received is 1"= 260', and it would be very easy to locate on the ground, all details.

